

DPD-6933-59

23 October 1959

MEMORANDUM FOR THE RECORD

SUBJECT : Pricing Formula 1 July 1959 - 31 December 1959
T & M Rates 29 June 1959 - 27 December 1959
Lockheed Aircraft Corporation
Contracts SP-1917 and SP-1918

1. The following individuals met on 5 October 1959 for the purpose of negotiating the pricing formula and T&M rates for the subject periods:



FOG Representative
AF Auditor
Project Contract Negotiator

Lockheed Aircraft Corp.
Lockheed Aircraft Corp.
Lockheed Aircraft Corp.

25X1

2. Due to the time schedule a formal audit report has not been received prior to the meeting. [redacted] indicated that the proposed labor rates in LAC's proposals of September 9, 1959 (DPD-6144-59 and DPD-6143-59) were acceptable. For overhead he recommended [redacted] These were arrived at by applying the normal disallowance factors. These figures were presented to LAC representatives. Due to very recent accounting changes LAC felt that these rates were unacceptable. Based on this information [redacted] visited the AF Resident Auditor.

25X1

25X1

25X1

3. [redacted] returned and recommended to the undersigned an overhead rate of [redacted]. These rates were offered to [redacted] who felt that he should have [redacted] After further discussion the parties agreed to [redacted] for SP-1917. The following rates were agreed to for SP-1918.

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25X1

25X1

25X1

<u>Classification</u>	<u>Labor</u>	<u>Overhead</u>	<u>C & A</u>	<u>Profit</u>	<u>Total</u>
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Flight Test Mechanic:
 Home Base Rate
 Field Rate

 Shop Labor

 Material Handler

 Inspector

 Design Engineer

 Pilot

 Salaried Engineers and
 Shop Technical - Field rate

 Flight Test Engineer

 Guard

 Guard Captain -Day

 Guard Captain - Night

Contract Negotiator

DPD-DD/P

Distr.

1-SP-1917 Prop Sec.

1-SP-1918 Prop Sec.

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